

Muted market moves

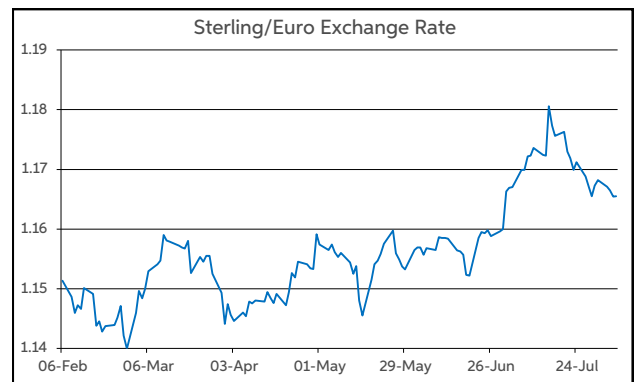
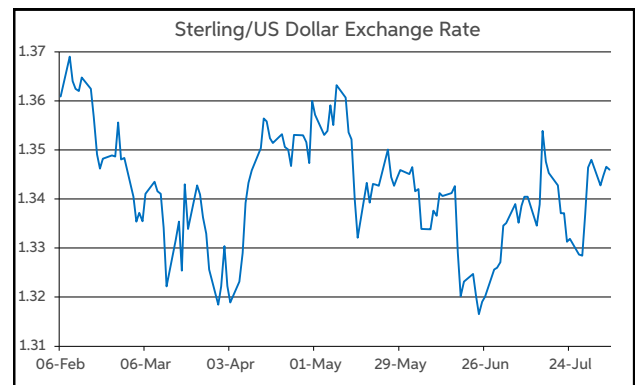
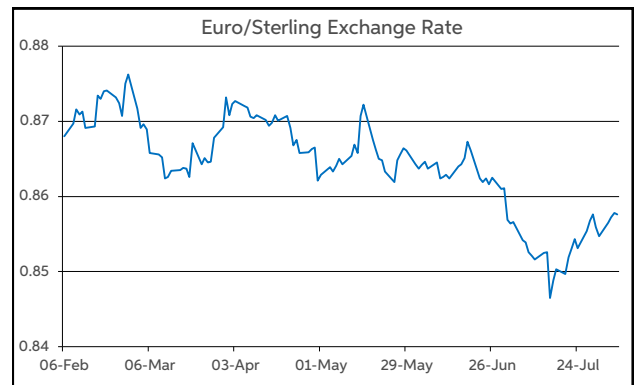
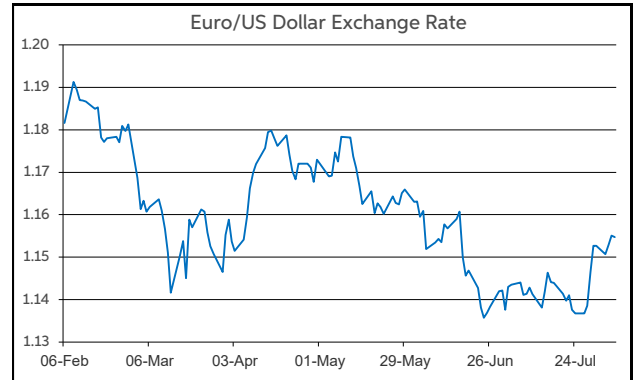
There was a more subdued tone to market sentiment yesterday. This followed two days of a strong 'risk-on' mood, which was driven by growing optimism that progress was being made towards resolving the Middle East conflict, including the potential re-opening of the Strait of Hormuz. Therefore, the more restrained tone on Wednesday may have reflected investors pausing for breath after two days of strong equity market gains as well as waiting for more concrete evidence to support their 'Middle East' optimism. At the close on Wall Street last night, the S&P 500 was modestly lower (-0.2%) on the day.

Data-wise, yesterday's macro data diary was generally lacking in top tier releases. The main highlight was the US non-manufacturing ISM for July. The headline number suggested that the services sector continued to register strong growth at the start of Q3, with a reading of 54.1, albeit this was slightly less than expected (54.5). Meanwhile, the lower than forecast print in the ADP employment report for July (+44k versus f'cast for 70k) implies some downside risk for Friday's official payroll number. Although, the ADP number is not usually a reliable lead indicator.

On the currency front, given the quiet data and event calendar, the main pairs operated within narrow ranges yesterday. This pattern has continued in overnight trading on Asia-Pacific markets. This is evident in the majors opening this morning at levels very similar to 24 hours earlier. EUR/USD is trading near to the midpoint of \$1.15-1.16, while EUR/GBP continues in the upper half of 85-86p. Meantime, USD/JPY has maintained its position below ¥158.

Ahead today, the macro diary is sparse on both sides of the Atlantic. Therefore, market participants will have ample time to digest any Middle East related developments.

John Fahey, Senior Economist, AIB



Today's Opening FX Rates			
		% Change	
		Day *	End 2025
EUR/USD	1.1547	0.10	-1.69
EUR/GBP	0.8576	0.05	-1.59
GBP/USD	1.346	0.04	-0.10
GBP/EUR	1.1655	-0.05	1.62
USD/JPY	157.76	0.08	0.71
EUR/JPY	182.19	0.18	-0.98

* v Previous Day's European Open

See Next Page for More Rates

Opening Interest Rates						
Base Rate	Money Market			Swap Rates		
	1-Mth	3-Mth	1-Yr	2-Yr	5-Yr	
USD	3.63	3.64	3.75	4.02	4.32	4.32
EUR	2.25	2.24	2.50	2.85	2.93	2.99
GBP	3.75	3.72	3.76	4.03	4.36	4.45

All rates quoted are indicative market rates

See Next Page For More Rates & Charts

FX Spot	Karl Cooke Shane Gargan	FX Options	Mark Tuite	Reuters Phone	AIBG.I 00353-1-7724018	Morning Comment	John Fahey john.j.fahey@aib.ie
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Opening Levels

Thursday 06 August 2026
07:19 am



Euro

EUR/GBP	0.8576
EUR/USD	1.1547
EUR/JPY	182.19
EUR/SEK	10.9574
EUR/DKK	7.4755
EUR/NOK	11.0099
EUR/CHF	0.9325
EUR/AUD	1.6393
EUR/HKD	9.0572
EUR/CAD	1.6177

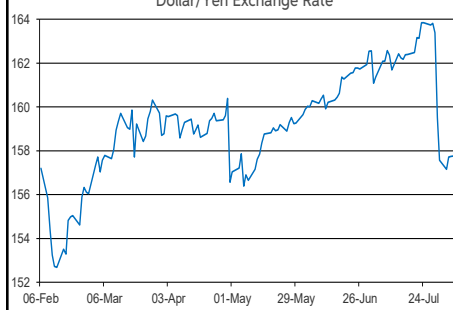
Sterling

GBP/EUR	1.1655
GBP/USD	1.346
GBP/CAD	1.8855
GBP/NZD	2.2894
GBP/JPY	212.34
GBP/SEK	12.7709
GBP/DKK	8.7118
GBP/NOK	12.8329
GBP/CHF	1.0872
GBP/AUD	1.9109

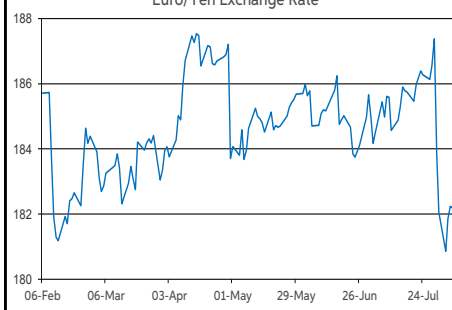
Dollar

USD/JPY	157.76
USD/CAD	1.4012
USD/CHF	0.8076
USD/CNY	6.7483
USD/BRL	5.1219
USD/RUB	81.1
USD/INR	95.2
AUD/USD	0.7042
NZD/USD	0.5877

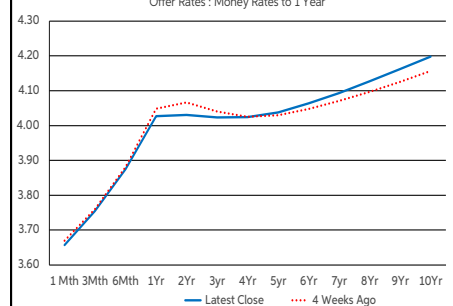
Dollar/Yen Exchange Rate



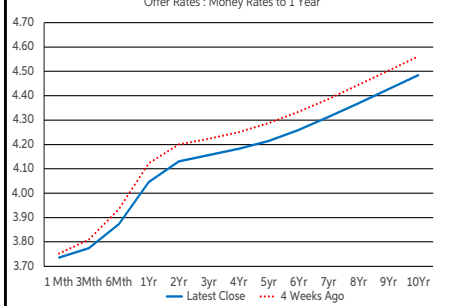
Euro/Yen Exchange Rate



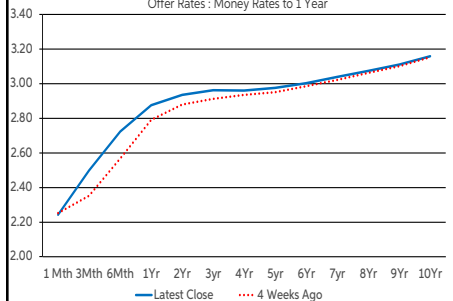
US Swap Curve
Offer Rates : Money Rates to 1 Year



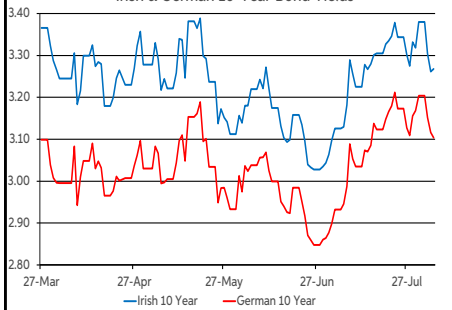
UK Swap Curve
Offer Rates : Money Rates to 1 Year



Eurozone Swap Curve
Offer Rates : Money Rates to 1 Year



Irish & German 10-Year Bond Yields



Debt Markets

	Close	Change bps		
		Day	4 Weeks	End 25
10 Year Yield %				
US	4.62	-1	+5	+46
Germany	3.10	-1	+2	+24
UK	4.89	-0	-9	+42
Ireland	3.27	+1	-2	+24
Belgium	3.64	+1	-3	+29
France	3.90	+1	-2	+34
Italy	3.89	+2	-2	+38
Spain	3.55	+1	-3	+26
Portugal	3.46	-1	-3	+30
Greece	3.77	-1	+1	+29
5 Year Swap %				
US	4.31	+0	+1	+58
Eurozone	2.97	+0	+4	+41
UK	4.45	-0	-4	+56
2 Year Swap %				
US	4.29	-1	-4	+72
Eurozone	2.93	+1	+6	+67
UK	4.36	-0	-4	+63
10 Year Government Bond Spreads to Benchmark bps				
Ireland	16	+2	-4	-0
Belgium	54	+2	-5	+5
France	79	+3	-4	+9
Italy	78	+3	-4	+14
Spain	45	+2	-5	+2
Portugal	35	+1	-4	+6
Greece	67	+0	-1	+5

Commodities

	Close	% Change		
		Day	4 Weeks	End 25
Brent Oil	79.45	+0.11	+1.83	+30.57
West Texas Oil	76.78	-0.71	+2.98	+34.09
Gold \$	4245.4	+4.16	+4.15	-1.59

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